Mr. COCHRAN. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

EXTENSION OF MORNING BUSINESS

Mr. COCHRAN. Mr. President, I ask unanimous consent—and this has been cleared on both sides—that we continue in morning business until the hour of 3 p.m., with the time equally divided between both sides.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. COCHRAN. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. Th clerk will call the roll.

The legislative assistant proceeded to call the roll.

Mr. AKAKA. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

NATIONAL SECURITY

Mr. AKAKA. Mr. President, as a member of the Energy Committee and the Governmental Affairs Committee where I am ranking member on the International Security, Proliferation and Federal Services Subcommittee. I have benefited from numerous briefings and extensive hearings on the issues raised in the House select committee's Report on U.S. National Security and Military/Commercial Concerns With the People's Republic of China. Representative Cox and Representative DICKS and their colleagues on the House select committee have done the country a great national service in producing the report.

The bipartisan manner in which they conducted their analysis is an example to us all of the importance of placing bipartisanship above political interests for the sake of national security.

I was dismayed, as other Members have been, by the extent of Chinese espionage efforts exposed in the committee's report. I wish we could say that American efforts and commitment to countering Chinese espionage were as relentless and as persistent as their ongoing efforts to acquire information from us.

Importantly, the President and the entire administration have taken major steps to reform our security at the national nuclear weapons laboratories and to improve our counterintelligence capability. Many of these changes were ordered by the President in February 1998 well before the House Select Committee was formed.

Additional measures were taken during the committee's review as the extent of Chinese espionage became apparent.

Let me make two cautionary statements:

There is a great deal of discussion now in Washington as to whom to blame for the security lapses. There is the usual round of finger-pointing and calls for this or that person to resign.

We should not spend all of our time searching for scapegoats. Only our adversaries take solace when we turn on ourselves and become distracted by partisan squabbling. Let us instead focus our attention on improving our security and rooting out those guilty of betraying America.

Secondly, let us not sacrifice our efforts to build a constructive relationship with the Chinese people because of our justifiable anger at their government's espionage.

Much of what has occurred is to our embarrassment for not being more vigilant.

We need to engage China. We have issues and problems that can only be resolved by cooperation. These include bread and butter issues such as reducing our trade deficit and improving market accessibility for American goods. They include global issues such as global warming and the proliferation of weapons of mass destruction.

The Select Committee's report indicates that, despite international commitments to the contrary, China continues to proliferate weapons of mass destruction.

To convince China to cooperate with us in ending the threat of proliferation we will need to engage China.

Our foreign visitor's program at the national laboratories has provided us with one opportunity to engage the Chinese on issues such as improving export controls. With enhanced restrictions, these programs should continue. It is our openness to the best scientific minds which aids America in keeping its intellectual edge sharp on the frontiers of science.

But engagement is not a one-way street.

China needs to demonstrate that it wants to and can engage the United States in a constructive and cooperative manner.

China can choose to swamp us either with spies or with friends. The choice is theirs.

There is a sense in the country from the revelations contained in the Cox Committee report that the Chinese have "poisoned the well" of relations between the United States and China. The report observes that "the PRC uses a variety of techniques, including espionage, controlled commercial entities, and a network of individuals and organizations that engage in a vast array of contacts with scientists, business people, and academics."

The report further charges that there are an increasing number of Chinese "front companies" in the United States attempting to gain access to our tech-

nology and national security secrets. China seems to be almost unchecked in its efforts to gain information on the United States.

This view has two detrimental effects. The first effect is on the overall perception of the benefits of relations with China.

On June 3, the President took the correct step of renewing normal trade relations with China. But it was a step that China needs to match. With a growing trade imbalance of \$57 billion in 1998 out of a total trade of \$85.4 billion, China is our fourth largest trading partner. We are also the third largest foreign investor in China. During the Asian financial crisis, American trade with China played a substantial role in keeping the Chinese economy afloat as Chinese exports to the U.S. grew even as Chinese exports to other nations fell. The lesson for China is that we are too important for them to ignore. The lesson for us is that China has become too big for us to ignore.

A step in the right direction for both countries is to achieve an agreement on conditions for China's entry into the World Trade Organization. Chinese participation in this international body would be a major leap forward into integrating China in the world economy. Conditions that permit more access for American goods and protection for American investment in China would help accelerate the modernization of the Chinese economy.

I think the battle within China over whether or not to participate in the international economy has been won by the advocates of modernization led by President Jiang Zemin and Premier Zhu Rongji. Granting NTR to China this year will set the stage for a conclusion to the long-running negotiations with China over WTO accession. I support renewal of NTR for China because it is an essential step towards redefining American-Chinese relations in terms of mutual benefit rather than in terms of winner and loser.

The second discouraging effect of the report is to taint Asian Americans, especially Chinese Americans, with the stain of suspicion of espionage. This unfair, but very real, perception came through clearly during a recent visit by Energy Secretary Bill Richardson to Lawrence Livermore National Laboratory where one Asian American employee declared, "we all feel like suspects of espionage." Mr. Hoyt Zia, chief counsel for export administration in the Commerce Department, wrote in the New York Times recently about the unfortunate and unwarranted charge that "Asian-Americans continue to be accused of having dual loyalties to a degree far greater than any other immigrant group to this country."

I commend his article, "Well, Is He A Spy—Or Not?", to my colleagues and ask unanimous consent that the article